GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3030
ANSWERED ON:22.03.2002
FOREIGN EXCHANGE
BASUDEB ACHARIA;MOHAN PONNUSWAMY

Will the Minister of FINANCE be pleased to state:

(a) whether the Government are considering the States be allowed a share of foreign exchange earned by units located in the States as the State Governments have to incur considerable expenditure to provide infrastructural support to export-oriented units that receive financial benefits from the State Governments in the form of tax remission incentives etc;

(b) if so, the details thereof; and

(c) if not, the reason thereof ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) to (c) : No, Sir. Foreign exchange earned by nits located in States, do not form part of the consolidated fund of the Central Government and thus, is not shareable. However, Central Governmentprovides assistance for, inter-alia, Export Promotion, Market Development and creation of Infrastructure facilities, under various schemes of the Ministry of Commerce.